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*Special Litigation Counsel to the Debtors and
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**UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK**

In re:

RESIDENTIAL CAPITAL, LLC, et al.,

Debtors.

Case No. 12-12020 (MG)

Chapter 11

Jointly Administered

**STATEMENT REGARDING RESOLUTION OF THE UNITED STATES TRUSTEE'S
OBJECTION TO THE FIRST INTERIM APPLICATION OF CARPENTER
LIPPS & LELAND LLP AS SPECIAL LITIGATION COUNSEL FOR THE
DEBTORS FOR COMPENSATION AND REIMBURSEMENT OF EXPENSES
INCURRED FOR THE PERIOD MAY 14, 2012 THROUGH AUGUST 31, 2012**

TO THE HONORABLE MARTIN GLENN,
UNITED STATES BANKRUPTCY JUDGE:

Carpenter Lipps & Leland LLP (“**CLL**”), special litigation counsel to the above-captioned debtors and debtors in possession (collectively, the “**Debtors**”), respectfully submits this notice of resolution of the portion of the United States Trustee’s (the “**UST**”)’s omnibus objection (Docket No. 2361) (the “**Objection**”) objecting to CLL’s first interim fee application (Docket No. 1889). CLL respectfully represents that the UST’s objection has been resolved as follows:

1. CLL has agreed to reduce Ms. Mohler's hourly rate for periods prior to her being admitted to \$110.00, which is the standard rate charged by CLL paralegals in nonbankruptcy matters.¹ This results in a reduction of \$1,970 in fees.

2. The transitory timekeeper billed by CLL dealt with work by a CLL associate who prepared for and attended a state court hearing in a contested foreclosure where he was the only professional for which CLL charged the Debtors. The UST has agreed to withdraw this objection.

3. CLL has agreed to write off all \$4,715 it charged in connection with work revising billing records for the June and July monthly fee statements.

4. CLL has agreed to write off the \$46.00 in requested expense reimbursement for tips for hotel bellman.

5. CLL has provided copies to the UST of all of the invoices for outside legal service providers supporting the \$207,706.52 in requested expense reimbursement. The UST has accepted this documentation.

6. CLL has provided documentation to the UST that \$66.00 of the \$910 in meal expenses the UST objected to complies with the \$20.00 per person cap taking into account that a single receipt covered meals for multiple attorneys. CLL has agreed to write off the remaining \$844.00.

7. CLL has provided to the UST documentation that all of the air transportation charges related to coach-class travel. The UST has withdrawn the objection to these airfares.

¹ In accordance with CLL's prepetition discount agreed to with the Debtors, it has been charging a reduced hourly rate of \$75.00 for paralegals in these cases.

8. In aggregate, CLL has agreed to write off \$6,675 in fees and \$890 in expenses in resolution of the Objection. CLL is now requesting approval of \$949,060 in fees and \$334,034.08 in expenses. If this request is approved by the Court, CLL would be entitled to payment of \$183,730.50 on account of amounts not yet paid for the first interim compensation period.

Dated: December 18, 2012

/s/ David A. Beck

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